

**AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES
FOR THE PERIOD ENDING 31ST DECEMBER 2025**

I	STATEMENT OF FINANCIAL POSITION AS AT	BANK		CONSOLIDATED	
		31 st Dec 2024	31 st Dec 2025	31 st Dec 2024	31 st Dec 2025
		Shs. '000' Audited	Shs. '000' Audited	Shs. '000' Audited	Shs. '000' Audited
A	ASSETS				
1	Cash (both Local & Foreign)	112,461	190,458	112,461	190,458
2	Balances due from Central Bank of Kenya	2,181,502	2,601,440	2,181,502	2,601,440
3	Kenya Government and other securities held for dealing purposes	-	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-	-
5	Investment Securities:				
	a) Held to Maturity:	4,400,323	6,072,848	4,400,323	6,072,848
	a. Kenya Government securities	4,400,323	6,072,848	4,400,323	6,072,848
	b. Other securities	-	-	-	-
	b) Available for sale:	-	-	-	-
	a. Kenya Government securities	-	-	-	-
	b. Other securities	-	-	-	-
6	Deposits and balances due from local banking institutions	234,402	9,084	234,402	9,084
7	Deposits and balances due from banking institutions abroad	696,094	549,130	696,094	549,130
8	Loan recoverable	8,131	86,241	8,131	86,241
9	Loans and advances to customers (net)	7,025,495	6,919,341	7,025,495	6,919,341
10	Balances due from banking institutions in the group	-	-	-	-
11	Investments in associates	-	-	-	-
12	Investments in subsidiary companies	300,375	300,375	-	-
13	Investments in joint ventures	-	-	-	-
14	Investment properties	-	-	-	-
15	Property and equipment	75,330	66,650	75,330	66,650
16	Prepaid lease rentals	186,087	178,089	186,087	178,089
17	Intangible assets	28,847	26,640	28,847	26,640
18	Deferred tax asset	292,183	312,355	292,183	312,355
19	Retirement benefit asset	-	-	-	-
20	Other assets	885,063	438,671	885,063	438,671
21	TOTAL ASSETS	16,426,294	17,751,322	16,125,919	17,450,947
B	LIABILITIES				
22	Balances due to Central Bank of Kenya	-	-	-	-
23	Customer deposits	11,980,613	13,162,224	11,980,613	13,162,224
24	Deposits and balances due to local banking institutions	-	-	-	-
25	Deposits and balances due to foreign banking institutions	-	-	-	-
26	Other money market deposits	-	-	-	-
27	Borrowed funds	-	-	-	-
28	Balances due to banking institutions in the group	-	-	-	-
29	Tax payable	-	-	-	-
30	Dividends payable	-	-	-	-
31	Deferred tax liability	-	-	-	-
32	Retirement benefit liability	-	-	-	-
33	Other liabilities	790,269	753,057	425,477	433,057
34	TOTAL LIABILITIES	12,770,882	13,915,281	12,406,090	13,595,281
C	SHAREHOLDERS' FUNDS				
35	Paid up/Assigned capital	450,375	450,375	450,375	450,375
36	Share premium/(discount)	-	-	-	-
37	Revaluation reserves	-	-	-	-
38	Retained earnings/Accumulated losses	2,965,428	3,142,902	3,029,845	3,162,527
39	Statutory loan loss reserves	239,609	242,764	239,609	242,764
40	Other Reserves	-	-	-	-
41	Proposed dividends	-	-	-	-
42	Capital grants	-	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	3,655,412	3,836,041	3,719,829	3,855,666
44	Minority Interest	-	-	-	-
45	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	16,426,294	17,751,322	16,125,919	17,450,947
II	STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED	31st Dec 2024	31st Dec 2025	31st Dec 2024	31st Dec 2025
		Shs. '000' Audited	Shs. '000' Audited	Shs. '000' Audited	Shs. '000' Audited
1.0	INTEREST INCOME				
1.1	Loans and advances	1,194,175	1,030,154	1,194,175	1,030,154
1.2	Government securities	508,463	540,923	508,463	540,923
1.3	Deposits and placements with banking institutions	67,711	127,518	67,711	127,518
1.4	Other Interest Income	1,479	1,359	1,479	1,359
1.5	Total interest income	1,771,826	1,699,954	1,771,826	1,699,954
2.0	INTEREST EXPENSE				
2.1	Customer deposits	836,660	764,744	836,660	764,744
2.2	Deposits and placement from banking institutions	57	-	57	-
2.3	Other interest expenses	33,495	11,604	33,495	11,604
2.4	Total interest expenses	870,212	776,348	870,212	776,348
3.0	NET INTEREST INCOME/(LOSS)	901,614	923,607	901,614	923,607
4.0	NON-INTEREST INCOME				
4.1	Fees and commissions on loans and advances	33,581	58,482	33,581	58,482
4.2	Other fees and commissions	8,607	7,767	8,607	7,767
4.3	Foreign exchange trading income/(Loss)	121,566	21,725	121,566	21,725
4.4	Dividend income	-	44,792	-	44,792
4.5	Other income	54,889	40,250	54,889	40,250
4.6	Total Non-interest income	218,643	173,016	218,643	128,224
5.0	TOTAL OPERATING INCOME	1,120,257	1,096,622	1,120,257	1,051,830
6.0	OTHER OPERATING EXPENSES				
6.1	Loan loss provision	(124,769)	81,542	(124,769)	81,542
6.2	Staff costs	356,996	370,978	356,996	370,978
6.3	Directors' emoluments	20,666	20,332	20,666	20,332
6.4	Rental charges	11,620	12,480	11,620	12,480
6.5	Depreciation charge on property and equipment	45,482	36,203	45,482	36,203
6.6	Amortisation charges	11,544	10,205	11,544	10,205
6.7	Other operating expenses	257,828	379,588	257,828	379,588
6.8	Total Other Operating Expenses	579,367	911,328	579,367	911,328
7.0	Profit/(Loss) Before Tax and Exceptional Items	540,890	185,294	540,890	140,502
8.0	Exceptional Items				
9.0	Profit/(Loss) After Exceptional Items	540,890	185,294	540,890	140,502
10.0	Current Tax	49,853	4,665	49,853	4,665
11.0	Deferred Tax	-	-	-	-
12.0	Profit/(Loss) After Tax and Exceptional Items	491,037	180,629	491,037	135,837
13.0	Minority Interest	-	-	-	-
14.0	Profit/(Loss) after tax, exceptional items and Minority Interest	491,037	180,629	491,037	135,837
15.0	Other Comprehensive Income				
15.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-
15.2	Fair value changes in available for sale financial assets	-	-	-	-
15.3	Revaluation surplus on Property, plant and equipment	-	-	-	-
15.4	Share of other comprehensive income of associates	-	-	-	-
15.5	Income tax relating to components of other comprehensive income	-	-	-	-
16.0	Other Comprehensive Income for the year net of tax	-	-	-	-
17.0	Total comprehensive income for the year	491,037	180,629	491,037	135,837
18.0	EARNINGS PER SHARE - BASIC & DILUTED	-	-	-	-
19.0	DIVIDEND PER SHARE - DECLARED	-	-	-	-
III	OTHER DISCLOSURES	31st Dec 2024	31st Dec 2025	31st Dec 2024	31st Dec 2025
		Shs. '000' Audited	Shs. '000' Audited	Shs. '000' Audited	Shs. '000' Audited
1.0	NON-PERFORMING LOANS AND ADVANCES				
(a)	Gross Non-performing loans and advances	1,181,494	1,097,394	1,181,494	1,097,394
(b)	Less: Interest in Suspense	451,136	475,182	451,136	475,182
(c)	Total Non-Performing Loans and Advances (a-b)	730,358	622,212	730,358	622,212
(d)	Less: Loan Loss Provision	257,401	281,590	257,401	281,590
(e)	Net Non-Performing Loans and Advances (c-d)	472,957	340,622	472,957	340,622
(f)	Discounted Value of Securities	472,957	340,622	472,957	340,622
(g)	Net NPLs Exposure (e-f)	-	-	-	-
2.0	INSIDER LOANS AND ADVANCES				
(a)	Directors, Shareholders and Associates	65,525	66,453	65,525	66,453
(b)	Employees	8,872	4,209	8,872	4,209
(c)	Total Insider Loans and Advances and other facilities	74,397	70,662	74,397	70,662
3.0	OFF-BALANCE SHEET ITEMS				
(a)	Letters of credit, guarantees, acceptances	932,384	706,331	932,384	706,331
(b)	Forwards, swaps and options	-	-	-	-
(c)	Other contingent liabilities	55,878	138,326	55,878	138,326
(d)	Total Contingent Liabilities	988,262	844,656	988,262	844,656
4.0	CAPITAL STRENGTH				
(a)	Core capital	3,415,803	3,593,277	3,480,220	3,612,902
(b)	Minimum Statutory Capital	1,000,000	3,000,000	1,000,000	3,000,000
(c)	Excess/(Deficiency) (a-b)	2,415,803	593,277	2,480,220	612,902
(d)	Supplementary Capital	160,796	155,703	157,041	151,948
(e)	Total Capital (a+d)	3,576,599	3,748,980	3,637,261	3,764,850
(f)	Total risk weighted assets	12,863,649	12,456,211	12,563,274	12,155,836
(g)	Core Capital/Total deposits Liabilities	28.5%	27.3%	29.1%	27.4%
(h)	Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%
(i)	Excess/(Deficiency) (g-h)	20.5%	19.3%	21.1%	19.4%
(j)	Core Capital / total risk weighted assets	26.6%	28.8%	27.8%	29.7%
(k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
(l)	Excess (Deficiency) (j-k)	16.1%	18.3%	17.3%	19.2%
(m)	Total Capital/total risk weighted assets	27.8%	30.1%	29.0%	31.0%
(n)	Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
(o)	Excess/(Deficiency) (m-n)	13.3%	15.6%	14.5%	16.5%
5.0	LIQUIDITY				
(a)	Liquidity Ratio	62.9%	71.5%	62.9%	71.5%
(b)	Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
(c)	Excess (Deficiency) (a-b)	42.9%	51.5%	42.9%	51.5%

These audited financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the Institution's website www.guardian-bank.com. They may also be accessed at the institutions head office located at Guardian Centre, Biashara Street, Nairobi.

VASANT K. SHETTY
CHAIRMAN

N. SABESAN
CHIEF EXECUTIVE OFFICER